

**ASSEMBLY BILL**

**No. 2839**

**Introduced by Committee on Public Employees, Retirement  
and Social Security (Correa (Chair), Pescetti (Vice Chair),  
Honda, and Knox)**

March 2, 2000

An act to add Section 24202.6 to the Education Code,  
relating to the State Teachers' Retirement System.

LEGISLATIVE COUNSEL'S DIGEST

AB 2839, as introduced, Committee on Public Employees,  
Retirement and Social Security. State Teachers' Retirement  
System: benefits.

The State Teachers' Retirement Law prescribes retirement  
benefits for defined members.

This bill would prescribe a 2% at age 55 retirement formula  
for members who retire on or after January 1, 2001.

Vote: majority. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 24202.6 is added to the  
2 Education Code, to read:

3 24202.6. (a) A member who retires for service on or  
4 after January 1, 2001, shall receive a service retirement  
5 allowance consisting of both of the following:

6 (1) An annual allowance payable in monthly  
7 installments to equal the fraction of one-fiftieth of the

1 member's final compensation set forth opposite the  
 2 member's age at retirement, taken to the preceding  
 3 completed quarter year, in the following table, multiplied  
 4 by the number of years of credited service:

5		
6	Age at	
7	retirement	Fraction
8	50 .....	0.550
9	50 $\frac{1}{4}$ .....	0.573
10	50 $\frac{1}{2}$ .....	0.595
11	50 $\frac{3}{4}$ .....	0.618
12	51 .....	0.640
13	51 $\frac{1}{4}$ .....	0.663
14	51 $\frac{1}{2}$ .....	0.685
15	51 $\frac{3}{4}$ .....	0.708
16	52 .....	0.730
17	52 $\frac{1}{4}$ .....	0.753
18	52 $\frac{1}{2}$ .....	0.775
19	52 $\frac{3}{4}$ .....	0.798
20	53 .....	0.820
21	53 $\frac{1}{4}$ .....	0.843
22	53 $\frac{1}{2}$ .....	0.865
23	53 $\frac{3}{4}$ .....	0.888
24	54 .....	0.910
25	54 $\frac{1}{4}$ .....	0.933
26	54 $\frac{1}{2}$ .....	0.955
27	54 $\frac{3}{4}$ .....	0.978
28	55 .....	1.000
29	55 $\frac{1}{4}$ .....	1.008
30	55 $\frac{1}{2}$ .....	1.016
31	55 $\frac{3}{4}$ .....	1.024
32	56 .....	1.032
33	56 $\frac{1}{4}$ .....	1.040
34	56 $\frac{1}{2}$ .....	1.048
35	56 $\frac{3}{4}$ .....	1.055
36	57 .....	1.063
37	57 $\frac{1}{4}$ .....	1.071
38	57 $\frac{1}{2}$ .....	1.079
39	57 $\frac{3}{4}$ .....	1.086
40	58 .....	1.094

1	58 <sup>1</sup> / <sub>4</sub> .....	1.102
2	58 <sup>1</sup> / <sub>2</sub> .....	1.110
3	58 <sup>3</sup> / <sub>4</sub> .....	1.118
4	59 .....	1.125
5	59 <sup>1</sup> / <sub>4</sub> .....	1.134
6	59 <sup>1</sup> / <sub>2</sub> .....	1.141
7	59 <sup>3</sup> / <sub>4</sub> .....	1.149
8	60 .....	1.157
9	60 <sup>1</sup> / <sub>4</sub> .....	1.165
10	60 <sup>1</sup> / <sub>2</sub> .....	1.173
11	60 <sup>3</sup> / <sub>4</sub> .....	1.180
12	61 .....	1.188
13	61 <sup>1</sup> / <sub>4</sub> .....	1.196
14	61 <sup>1</sup> / <sub>2</sub> .....	1.203
15	61 <sup>3</sup> / <sub>4</sub> .....	1.211
16	62 .....	1.219
17	62 <sup>1</sup> / <sub>4</sub> .....	1.227
18	62 <sup>1</sup> / <sub>2</sub> .....	1.235
19	62 <sup>3</sup> / <sub>4</sub> .....	1.243
20	63 and over .....	1.250

21  
22 (2) An annuity that shall be the actuarial equivalent of  
23 the accumulated annuity deposit contributions standing  
24 to the credit of the member's account at the time of  
25 retirement.

26 (b) In computing the amounts described in  
27 subdivision (a), the age of the member on the last day of  
28 the month in which the retirement allowance begins to  
29 accrue or the later date as provided in Section 24204 shall  
30 be used.

